Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director

1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

April 17, 1997

Larry D. Berg Environmental Coordinator Western States Minerals Corporation 250 South Rock Boulevard, Suite 130 Reno, Nevada 89502

Re:

Receipt of Mineral Exploration Progress Report, H.S. Project, (E/003/026), KB Project, (E/003/029 - U-73981), and the Tug Project, (E/003/004 and M/003/007 - ML 39029), Box Elder County, Utah

Dear Mr. Berg:

Thank you for your letter received by the Division April 15, 1997, regarding the status of the H.S. Project, the K.B. Project and the Tug Project, located in Box Elder County, Utah. Your letter meets the notice requirements of Rule R647-2 of the Utah Mined Land Reclamation Act of 1975, Title 40-8, et seq., Utah Code Annotated, 1953.

Please continue to keep us apprised of the status of your operations, including any plans for reclamation or additional exploration activities. Enclosed is another copy of our Mineral Exploration Progress Report (Form MR-EPR) to be filled out and returned to the Division at the end of the next exploration year or when the project is completed and reclaimed (whichever comes first). This form must be filed as required under rule R647-2-115.

Thank you for your continued cooperation. When in the area, a member of the Division staff will inspect the sites. In reply, please reference the applicable to file number.

Sincerely,

Lynn Kunzler

Senior Reclamation Specialist

jb Enclosure

cc:

Mike Ford, BLM Will Stokes, SITLA

WSMC.epr